MAGELLAN

STATEMENT OF FINANCIAL POSITION

AS OF: September 30, 2008

ASSETS

433E	10	
	CURRENT ASSETS	
101	Cash (Disclose on Schedule A)	\$18,974,212
102	Current Investments	\$52,955,114
103	Accounts Receivable (net) (Disclose on Schedule A)	\$22,462,259
	Notes Receivable (current portion)	
	Prepaid Expenses	1,319,324
	Other Current Assets (Disclose on Schedule A)	\$291,274
	Total Current Assets	\$96,002,183
107	Total Culterit Assets	ψ 3 0,002,103
	NON CURRENT ASSETS	
400	NON-CURRENT ASSETS	
	Land	-
	Building	-
	Leasehold Improvements	3,652,302
111	Furniture and Equipment	8,187,807
112	Vehicles	
113	Total Property and Equipment	\$11,840,109
114	Less: Accumulated Depreciation	6,858,738
	Net Property and Equipment	\$4,981,371
	Notes Receivable (net of current portion)	
	Performance Bond (Disclose on Schedule A)	-
	Long Term Investments	_
	Deposits	
		¢424.00E
	Other Noncurrent Assets (Disclose on Schedule A)	\$424,995
121	Total Noncurrent Assets	\$5,406,366
122	TOTAL ASSETS	\$101,408,549
_IABI	LITIES AND NET ASSETS/EQUITY CURRENT LIABILITIES	
	CURRENT LIABILITIES	\$15.032.523
201	<u>CURRENT LIABILITIES</u> Incurred But Not Reported Claims (Disclose on Sch. A)	\$15,032,523 3 212 786
201 202	<u>CURRENT LIABILITIES</u> Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims	3,212,786
201 202 203	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A)	3,212,786 \$14,502,037
201 202 203 204	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers	3,212,786 \$14,502,037 206,635
201 202 203 204 205	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable	3,212,786 \$14,502,037
201 202 203 204 205 206	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits	3,212,786 \$14,502,037 206,635 1,770,486
201 202 203 204 205 206 207	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595
201 202 203 204 205 206 207 208	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A)	3,212,786 \$14,502,037 206,635 1,770,486
201 202 203 204 205 206 207 208 209	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681
201 202 203 204 205 206 207 208 209 210	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815
201 202 203 204 205 206 207 208 209 210 211	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A)	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A) Total Noncurrent Liabilities	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815 \$1,218,744
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities (Disclose on Schedule A) Total Noncurrent Liabilities	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815 \$1,218,744 \$55,334,487
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY Unrestricted Net Assets	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815 \$1,218,744 \$55,334,487 46,074,062
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815 \$1,218,744 \$55,334,487
201 202 203 204 205 206 207 208 209 210 211 212 213 214 215	CURRENT LIABILITIES Incurred But Not Reported Claims (Disclose on Sch. A) Reported But Unpaid Claims Payable to ADHS (Disclose on Schedule A) Other Amounts Payable to Providers Trade Accounts Payable Accrued Salaries and Benefits Long-term Debt (current portion) Deferred Revenue (Disclose on Schedule A) Risk Pool Payable Other Current Liabilities (Disclose on Schedule A) Total Current Liabilities NON-CURRENT LIABILITIES Long-term debt (net of current portion) Loss Contingencies (Disclosed on Schedule A) Other Noncurrent Liabilities TOTAL LIABILITIES NET ASSETS/EQUITY Unrestricted Net Assets	3,212,786 \$14,502,037 206,635 1,770,486 - 9,595 \$0 - \$19,381,681 \$54,115,743 26,929 \$0 \$1,191,815 \$1,218,744 \$55,334,487 46,074,062

MAGELLAN STATEMENT OF FINANCIAL POSIT AS OF: Schedule A Disclosures	ΓΙΟΝ	September 30, 2008				
ASSETS:				LIABILITIES:		
01				IDND Claims Estimate		
<u>Cash</u>				IBNR Claims Estimate Current Year		11,019,089
	Unrestricted		17,782,397			,,
	Restricted		1,191,815	Prior Year(s)		4,013,434
Total Cash			\$18,974,212	Total IBNR		\$15,032,523
		:			:	
Accounts Receivable ADHS				Payable to ADHS (Detail of Line	203)	
	Program ID	Category ID		Program ID	Category ID	
Current Year Includes 1.3M that is not in GL	NTXIX/XXI SMI	SMI Services/Tobacco Tax	1,460,834	Current Year		
includes 1.5W that is not in GE	NTXIX/XXI SMI	MHBG	43,218	TXIX Child	Profit/Risk Corridor	1,686,597
	NTXIX/XXI SMI	Maricopa City IGA	8,120,793	TXIX SMI	Profit/Risk Corridor	313,305
	NTXIX/XXI Child	Children's Treatment	2,590	TXIX DD Adult	Profit/Risk Corridor	992,143
	NTXIX/XXI Child	MHBG	(113,064)	TXXI Adult	Profit/Risk Corridor	12,115
	NTXIX/XXI Child	Maricopa City IGA	375,000	HIFA II SMI	Profit/Risk Corridor	138,991
	Substance Abuse	Meth Initiative	41,458	NTXIX/XXI Child	Profit/Risk Corridor	100,768
	Substance Abuse	Substance Abuse TX Children	34,410	TXIX Child	Withhold	722,626
	Substance Abuse	Substance Abuse Prevention T.	1,413,366	TXIX SMI	Withhold	1,184,198
	Substance Abuse Substance Abuse	SAPT Pregnant Women SAPT 07 HIV/Aids Alcohol	231,185	TXIX GMHSA TXXI Child	Withhold Withhold	424,459 37,356
	Substance Abuse	Meth Initiative SAPT	(78,936) (83,333)	HIFA II SMI	Withhold	7,617
	Substance Abuse	Maricopa City IGA	341,043	HIFA II GMH	Withhold	3,591
	Substance Abuse	City of Phoenix - LARC 08	147,856	Admin & Mgmt Gen		235,150
	Mental Health	Maricopa City IGA	466,677	· ·		,
	ADHS DOC	ADOC-After Care	183,281	Prior Year		
	Prevention Intervention	Children's Prevention	139,141			
	Prevention Intervention	SA Prevention TX	527,885	HIFA II SMI	Profit/Risk Corridor	486,912
	PASRR	PASARR	4,500	HIFA II GMH	Profit/Risk Corridor	59,955
Prior Year				TXXI Adult	Profit/Risk Corridor	330,464
				TXIX Child	Withhold	2,294,867
				TXIX SMI	Withhold	124,449
				TXIX GMHSA TXXI Child	Withhold Withhold	3,720,678 30,298
				TXXI Adult	Withhold	1,323,342
				HIFA II GMH	Withhold	19,775
				Admin & Mgmt Gen		252,381
				Total Payable to ADHS		14,502,037
Non-ADHS &/or Unrelated Business Current Year						
Ca.tone rour	MCRN Receivable		28,830	Deferred Revenue from: (Detail	l of Line 208)	
	Interest Receivable on Inves	stments	410,081	Program ID	Category ID	
	Tax Benefit Receivable		\$2,001,152	ADHS		
	Hope Housing Receivable		62,270	Current Year		
	Prevention Funding Overpa		14,168			
		yment - AZ Suicide Prevention	3,400	TXIX SMI	SMI TXIX Match	-
	ABC Housing Receivable		\$26,688	TXIX SMI	Prop 204 SMI	-
	CER - ACRA Training		12,216	TXXI Adult HIFA II GMH	TXIX/CAP/18 YO Svcs HIFA II GMH/SA	-
				TIII A II OWII I	TIII A II GWII I/OA	
Prior Year	Identify December	Identify Catagori		Prior Year	Identify Catagories	45
	Identify Program Tax Benefit Receivable	Identify Category	6,077,487	Identify Program	Identify Category	\$0
	ABC Housing Receivable		6,077,487	Non-ADHS &/or Unrelated Bu	ısiness	
	Hope Housing Receivable		83,216	Current Year		
	Tobacco Tax Funding Reco	upment	484,195	Identify Program	Identify Category	-
	CER - Youth Festival		268	Identify Program	Identify Category	-
				Prior Year		
Allowance for Doubtful Accounts				Identify Program	Identify Category	
			-	Total Data David		
Total Accounts Receivable			22,462,259	Total Deferred Revenue	;	\$0
		•		Other Current Liabilities (Detail	of Line 210)	
Other Current Assets (Detail of Line 106)				Sales & Use Tax		6,222
	Start-up Costs for Maricopa Clir	nics	291,274	Consulting Expenses	3	261,345

291,274

Consulting Expenses

Telephone Expenses

LOC Interest Expense

261,345

78,871

2,342

Start-up Costs for Maricopa Clinics

Total Other Current Assets		\$291,274	Unclaimed Property	(6,849)
			Maricopa Tail Ins Accrual	4,400,000
			PASARR Accrual	6,300
			CEDA Food Boxes	47,103
			NAFI Housing Expense	132,444
			SW Network - Sale of 5 Clinics	394,848
			Triple R Accrual	63,537
			Arnold vs Sarn	123,836
			Sublease Security Deposits	31,026
Other Noncurrent Assets (Detail of Line 120)			Self Insurance Retention	262,037
Clinic Security Deposits		309,670	Intercompany Magellan Health Services	13,578,620
Utility Security Deposits		115,325	, , -	
		•	Total Other Current Liabilities	19,381,681
Total Other Noncurrent Assets		\$424,995		
		¥ ·= · , · · ·		
PERFORMANCE BOND:			Loss Contingencies (Detail of Line 213)	
Type of Security & Amount -			Identify Loss Contingencies	_
Safeco Insurance Company of America	Bond	36,000,000	1331111) 2555 SCg	
Deutsche Bank	LOC	4,259,363	Total Loss Contingencies	\$0
Bodioone Bank	200	1,200,000	Total 2000 Contingention	
Adjustments:			Other Noncurrent Liabilities (Detail of Line 214)	
Disclose and describe any adjustments made to previously submitted				
financial statements, including those that affect the current period financial statements	ents.		Maricopa Comcare Trust	1,191,815
-				
Payables to ADHS - Other* Category			Total Other Noncurrent Liabilities	\$1,191,815
Disclose items recorded as "Other" in the category for Payable to ADHS Section				
• • •			Restricted Net Assets (Detail of Line 217)	ļ
Explain ≥10% fluctuation in account from prior period			Identify Restricted Net Assets	- 1
Describe fluctuation in each account greater than 10%			•	ļ
-			Total Restricted Net Assets	\$0
				
Cash Current investments of	\$52 955 114 naclassed to	annonniate line item		

Cash Current investments of \$52,955,114 reclassed to appropriate line item.

Current Investments Current investments reclassed from Cash.

Reported But Unpaid Claims

Trade Accounts Payable

Other Amounts Payable to Providers

Long-term debt (net of current portion)

Long-term Debt (current portion)

Payable to ADHS

Accounts Receivable (net) NT funding accrued in excess of received in various programs - Maricopa IGA (\$8.7M), Substance Abuse (\$1.8M), COOL (\$183K),

Prevention (\$467K). Tax benefit increased \$2M, Hope & ABC Housing \$78K, block funding overpayments - \$18.6K. Interest on

investments increased \$310K.

Other Current Assets

Amort of clinic rents in excss of AZ market cost - \$65/month; adjustment for disposed clinics - 35K

Accumulated Depreciation

Change in accumulated Depreciation, adjusted by asset disposal related to transitioned clinics.

Incurred But Not Reported Claims

Increase in claims incurred but not reported - based on an actuarial estimate of the claims incurred.

Increase in prior month claims paid during the quarter

Increase in excess profit accrual due to encounter withhold now being excluded from calculation.

Prevention provider withholds at June were subsequently repaid to providers - 100K Trade payables accrued in June exceeded those accrued in subsequent months.

Adjustment to ST/LT Leases

Write off Garden Lakes copier lease due to clinic transition to PNO.

MAGELLAN

STATEMENT OF CHANGES IN NET ASSETS / EQUITY

AS OF: September 30, 2008

			Initial Capital	Additional Capital	Retained Earnings	(Losses) on Securities	Total
Beginning Balance:	July 1, 2008		-	56,000,100	(8,045,134)		47,954,966
* Net Surplus / Net Earning	for the period ended:	September 30, 2008	-	-	(1,441,118)		(1,441,118)
Other Comprehensive Inco	ome:						
Unrealized Gains (Losses	s) on Securities					(354,583)	(354,583)
Dividends Declared				-	-		-
** Prior Period Adjustments			-	-	(85,203)		(85,203)
Ending Balance:	September 30, 2008				-		-
-	-		\$ -	\$ 56,000,100	\$ (9,571,455)	\$ (354,583)	\$ 46,074,062

Net Assets /

Unrealized Gains

^{*} Net of dividends declared

^{**} Disclosure of Prior Period Adjustments
Reduction of FY08 Tobacco Tax funding - notified in August 2008

*DISCLOSE ON SCHEDULE A

		TXIX CHILD	TXIX CMDP	TXIX DD CHILD N	ITXIX/XXI CHILD	TXXI CHILD H	IB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	ADMIN & MGMT/GEN	TOTAL
REVENU	ES																							
	levenue Under ADHS Contract																							
	DHS Revenue DHS Revenue - Qualifying Incentive Payments	23,641,069	12,238,160	1,993,612	1,837,759	2,019,255		61,749,688	1,341,497	19,725,995	226,315	78,986		22,943,705	194,122	579,013	5,519,753	1,399,071	9,000	498,750		155,995,749	-	155,995,749
402	specialty & Other Grants*	-	-	-	-			-	-		-	-		-	-	-		-		-	-	-	-	-
	Client Fees (Co-pays)				-	•	-		•				-			-		•			-			-
	hird Party Recoveries ledicare																							
b (Other Insurance	-	-	-	-	-		-	-	-	-	-		-	-	-	-	-		-	-	-	-	-
	nterest Income other Funding Sources - Non ADHS*					:			:				:					:					563,918	563,918
	Inrelated Business Activities* OTAL REVENUE	23,641,069	12,238,160	1,993,612	1,837,759	2,019,255	- :	61,749,688	1,341,497	19,725,995	226,315	78,986	- :	22,943,705	194,122	579,013	5,519,753	1,399,071	9,000	- 498,750	:	155,995,749	- 563,918	156,559,667
XPENS ervice Ex																								
	reatment Services																							
a (counseling																							
	counseling, Individual counseling, Family	637,346 942,029	340,973 327,284	33,729 74,280	61,282 89,366	114,389 163,529		1,164,705 36,080	32,297 3,721	754,103 26,015	4,216 1,735	6,081 2,440		779,466 49,013	22,465 998	24,431 2,112	163,786 13,713					4,139,268 1,732,314		4,139,268 1,732,314
3 (Counseling, Group	112,718	62,900	2,622	10,500	20,138	-	478,448	3,182	197,869	1,155	190	-	1,364,315	12,485	86,110	568,159	-	-	-	-	2,920,790	-	2,920,790
	Consultation, Assessment & Specialized Testing Other Professional	826,446 14,969	253,106 270	76,872	79,734	133,213	-	283,151 14,835	26,404	165,643 1,820	956	5,792	-	788,669 13,553	18,610 481	39,542 861	278,724 5,610	-	-	-	-	2,976,861 52,400		2,976,861 52,400
	otal Treatment Services	2,533,508	984,534	187,503	240,881	431,270	-	1,977,219	65,603	1,145,449	8,062	14,503	-	2,995,017	55,038	153,055	1,029,991	-			-	11,821,633		11,821,633
502 I	ehabilitation Services																							
	iving Skills Training cognitive Rehabilitation	2,417,645	552,529	185,522	161,567	211,588		2,707,449	10,664	792,511	4,383		1	249,384	197	9,665	62,760	1				7,365,863		7,365,863
c l	lealth Promotion	23,289	8,157	3,552	1,937	3,876	:	294,936	5,692	90,527	186			35,139	1	1,014	6,581	- :		- :		474,886		474,886
d S	supported Employment Services	2,497	700	193	383	198		1,574,382	646	698,615	4,276	-		224,614	407	3,861	27,768	-		-		2,538,134		2,538,134
	otal Rehabilitation Services	2,443,431	561,385	189,267	163,886	215,662		4,576,767	17,002	1,581,653	8,845			509,138	197	14,539	97,110	-				10,378,883		10,378,883
	ledication Services		281	1	2			111,907		12,807	217		-	773,527	5,209	27,943	181,504					1,113,397		1,113,397
b 1	fedical Management	596,378	118,476	96,815	33,573	90,852	-	2,040,178	47,954	1,192,054	15,619	4,529	-	589,195	19,641	16,238	107,062		-	-	-	4,968,564	-	4,968,564
	aboratory, Radiology & Medical Imagin lectro-Convulsive Therapy	26,579	7,479	4,186	2,031	4,197		373,299 56,811	12,680	420,812 55,495	(656)	(152)		109,686 22,118	(427)	6,907 32	63,422 301					1,030,042 134,757	- :	1,030,042 134,757
	otal Medical Services	622,957	126,236	101,002	35,606	95,049	-	2,582,194	60,634	1,681,168	15,179	4,377		1,494,526	24,422	51,120	352,289					7,246,760		7,246,760
504	support Services																							
	ase Management	4,070,588	2,154,553	437,719	340,054	528,752	-	12,374,338	69,762	6,297,326	42,407	20,132	-	1,853,466	19,526	91,096	594,539				-	28,894,258		28,894,258
	Personal Assistance Pamily Support	251,659 1,087,004	23,368 267,403	77,935 157,851	27,834 69,771	3,746 116,645		5,688,641 49,162	486 770	1,294,669 16,865	1,995	1,302		239,461 34,567	275	4,481 2,763	29,097 17,939		:		:	7,643,371 1,822,317	:	7,643,371 1,822,317
d I	eer Support	12,874	10,476	2,407	1,547	333	-	992,135	334	325,998	437	103	-	318,454	1,720	22,408	145,509	-	-	-	-	1,834,733	-	1,834,733
	Iome Care Training to Home Care Client tespite Care	476,966 408,084	1,806,588 115,064	93,799 15,126	87,237 28,830	16,014	-	270,005 125		52,713	-		-	81,348 1,456		142	921		-			2,868,656 585,761		2,868,656 585.761
	lousing Support									1,267,679	-		-		-							1,267,679		1,267,679
	nterpreter Services lex Fund Services	110,943 396	8,551	7,742	6,907	23,272	-	82,497	790	13,908 74,296	204	268	-	22,953 1,265	2,267	884 93	5,743 885		-	-	-	286,927 76,935	-	286,927 76,935
1 1	ransportation	202,681	71,842	11,722	15,169	14,254		2,408,132	6,326	1,237,787	(1,003)	67		575,689	1,358	40,205	309,429					4,893,658		4,893,658
	llock Purchase NTXIX Consumer Drop In Cente			-			-									-								
	otal Support Services	6,621,194	4,457,845	804,300	577,348	703,017	-	21,865,035	78,467	10,581,241	44,040	21,872	-	3,128,658	25,146	162,071	1,104,062		-	-	-	50,174,295	-	50,174,295
	crisis Intervention Services crisis Intervention - Mobile	430,695	257,290	52.344	111,216	62,563	-	1,415,786	77,151	533,538	1,614	2,431	-	459,155	370	107,298	1,029,946		-	-	_	4,541,396	-	4,541,396
b (crisis Intervention - Stabilization	149,168	43,111	12,664	2,849	8,187	-	1,566,698	13,597	422,885	5,545	7,877	-	1,290,045	2,400	42,982	436,738				-	4,004,746		4,004,746
	crisis Intervention - Telephone otal Crisis Intervention Services	2,687 582,550	1,404 301,805	306 65,313	228 114,293	93 70,842	-	839,470 3,821,954	26,474 117,222	403,428 1,359,852	1,034 8,193	1,337 11,645	-	1,749,200	74,166 76,936	2,841 153,121	27,086 1,493,769	-		-	-	1,380,554 9,926,696		1,380,554 9,926,696
	npatient Services	302,330	301,000	05,515	114,233	70,042		3,021,034	111,222	1,339,032	0,195	11,040		1,748,200	70,330	155,121	1,493,708					3,320,030		3,320,030
a I	lospital																							
	sychiatric (Provider Types 02 & 71	561,732		71,908	28,483	52,177	-	5,137,798	114,856	2,988,217	(6,070)		-	2,676,298	-	226,257	1,719,017	-	-	-	-	13,967,531	-	13,967,531
	Detoxification (Provider Types 02 & 71 Sub acute Facility	5,484	2,167	-	-	2,474	-	81,419	-	14,803	-	-	-	178,275	-	1,781	16,975		-	-	-	303,378	-	303,378
1.5	sychiatric (Provider Types B5 & B6		-	-		-		869,336	782	566,407	-	-		108,561	454	12,618	82,348	-		-		1,640,505	-	1,640,505
	Detoxification (Provider Types B5 & B6) Detection (Provider Types B5 & B6)	•	-	-		•		33,988	-	6,670	-			315,072	2,901	35,340	229,492	•		-		623,464		623,464
	sychiatric - Secure & Non-Secure Provider Types																							
	8,B1,B2,B3) betoxification - Secure & Non-Secure (Provider Type:	1,411,293	2,911,324	87,751	59,820	115,254		100,523	-	240,919	-	-		332,269	-	34,775	331,507	-		-	-	5,625,435	-	5,625,435
	78,B1,B2,B3)		595					344						202								1,141		1,141
	npatient Services, Professional	13,422		1,823	503	1,868		101,097	494	40,879	(584)			75,572	95	2,449	21,933	-				273,623	-	273,623
	otal Inpatient Services	1,991,932	3,325,014	161,482	88,806	171,773		6,324,505	116,132	3,857,895	(6,654)			3,686,249	3,450	313,219	2,401,273	•		-		22,435,077	-	22,435,077
	tesidential Services evel II Behavioral Health Residential Facilitie	211,026	857,551	_	32,079			4,888,676		1,536,826				1,581,489	3,229	52,370	367,164			_	_	9,530,410	_	9,530,410
b l	evel III Behavioral Health Residential Facilitie	54,438	75,661	-	20,002			757,219	-	128,287	-			24,153		170	1,107					1,061,037	-	1,061,037
	toom and Board otal Residential Services	53,429 318,892	60,072 993,284	8,192 8,192	4,566 56,646	-		544,041 6,189,936	-	192,005 1,857,118	-	-	-	250,828 1,856,470	468 3,696	9,709 62,250	65,994 434,266	-	-	-	-	1,189,304 11,780,751	-	1,189,304 11,780,751
		310,892	995,284	0,192	30,046	•		0,109,936	•	1,007,118				1,000,470	3,096	62,250	434,200	•				11,700,751		11,700,751
	tehavioral Health Day Program Supervised Day Program	8,052	480			69		383,834		117,367				19,125		660	4,283					533,869	_	533,869
ь.	herapeutic Day Program	141,669		10,329	4,217	10,373		752,147	2,980		-	393		420,615	3,170	29,065	208,012	-		-		1,831,771	-	1,831,771
	ledical Day Program otal Behavioral Health Day Program	149,721	43,917	10.329	4,217	10.442	-	1,136,010	2,980	322,737		393	-	439.739	3,170	29,725	212,295	-	- :	-	- :	2,365,675	-	2.365.675
	revention Services		,	,	192.00			.,,510	_,500	,/0/		200		,. 00	-,0	25,720	_:_,200					_,,		_,,_,
a i	revention					-	-		-		-				-			1,164,299				1,164,299		1,164,299
	IIV otal Prevention Services		-	-		-		-	-	-	-	-		-	-		237,009 237,009			-		237,009 1,401,308	-	237,009 1,401,308
				-				-	-	-	-						237,009	1,104,299				1,401,308	-	1,401,308
	Medication Medication Expense	2,762,408	1,039,126	277,562	215,169	281,144		4,789,600	37,672	3,976,126	20,441	10,821		4,164,563	61,522	47,386	451,732					18,135,272	-	18,135,272
b I	ess Pharmacy Rebate Received	_,,.	.,,120	,	,,,,,			-,. 22,300	,312	-,,120	,			.,,500	,	,500	,.	-		-	-	,,	-	10,100,272
	harmacy Rebate Related Expense otal Medication Services	2,762,408	1,039,126	277,562	215,169	281,144		4,789,600	37,672	3,976,126	20,441	10,821	-	4,164,563	61,522	47,386	451,732	-			-	18,135,272	-	18,135,272
	Other ADHS Service Expenses Not Rpt'd Above*	2,702,400	.,000,120	277,302	213,109	201,144		-,,,,,,,,,,,	57,072	5,510,120	20,441	10,021		-,104,000	01,322	+1,500 -	451,732		9,000			9,000	-	9,000
512	DHS/DOC COOL			-									- :			- :		-	-	357,546		357,546		357,546
	ubtotal ADHS Service Expenses	18,026,593	11,833,146	1,804,950	1,496,852	1,979,199		53,263,220	495,712	26,363,239	98,106	63,611	-	20,023,560	253,577	986,486	7,813,796	1,164,299	9,000	357,546	-	146,032,896	-	146,032,896
	ervice Expenses from Non ADHS Sources* otal Service Expense	18,026,593	11,833,146	1,804,950	1,496,852	1,979,199		53,263,220	495,712	26,363,239	98,106	63,611	-	20,023,560	253,577	986,486	7,813,796	1,164,299	9,000	357,546	-	146,032,896	-	146,032,896
020	O.M. GO. FICE Expense	10,020,093	11,000,146	1,004,900	1,480,032	1,019,199	-	55,203,220	490,712	20,303,239	90,106	110,60	-	20,023,360	200,011	300,460	1,013,190	1,104,299	9,000	307,046		140,032,090	-	140,032,090

PROGRAM

MAGELLAN STATEMENT OF ACTIVITIES YEAR TO DATE AS OF:

September 30, 2008

*DISCLOSE ON SCHEDULE A

		TXIX CHILD	TXIX CMDP	TXIX DD CHILD N	TXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT N	ITXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	ADMIN & MGMT/GEN	TOTAL
Admin	istrative Expenses:																							
601	Salaries	517,571	339,747	51,823	42,977	56,826		1,529,267	14,233	756,928	2,817	1,826		574,907	7,281	28,324	224,346	33,429		10,266		4,192,566		4,192,566
602	Employee Benefits	172,409	113,174	17,263	14,316	18,929		509,416	4,741	252,141	938	608		191,508	2,425	9,435	74,732	11,136	-	3,420	-	1,396,592		1,396,592
603	Professional & Outside Services	17,373	11,404	1,740	1,443	1,907		51,332	478	25,407	95	61		19,297	244	951	7,530	1,122		345		140,729		140,729
604	Travel	7,624	5,004		633	837		22,526	210	11,149	41	27		8,468	107	417	3,305	492	-	151	-	61,756		61,756
605	Occupancy	32,841	21,558	3,288	2,727	3,606		97,035	903	48,028	179	116		36,479	462	1,797	14,235	2,121	-	651	-	266,025		266,025
606	Depreciation	35,853	23,535	3,590	2,977	3,936		105,935	986	52,434	195	127		39,825	504	1,962	15,541	2,316	-	711	-	290,425		290,425
607	All Other Operating*	528,629	347,007	52,930	43,895	58,040		1,561,943	14,537	773,101	2,877	1,865		587,190	7,436	28,929	229,139	34,143	-	10,485	-	4,282,147		4,282,147
608	Subtotal ADHS Administrative Expenses	1,312,299	861,429	- ,	108,968	144,082	-	3,877,453	36,087	1,919,190	7,142	4,631	-	1,457,674	18,460	71,814	568,828	84,759		26,029		10,630,240		10,630,240
650	Encounter Withhold Expenses*	459,338	226,406	36,882		37,356		1,146,452	37,746	-	5,998	1,619		424,459	3,591							2,379,847		2,379,847
651	Non ADHS and/or Unrelated Admin. Expense*							-		-			-											
652	Subtotal Administrative Expense	1,771,637	1,087,835	168,279	108,968	181,438		5,023,905	73,833	1,919,190	13,140	6,250	-	1,882,133	22,051	71,814	568,828	84,759		26,029	-	13,010,087		13,010,087
701	Unrelated Business Expenses*		-	-	-						-					-	-	-	-		-	-		-
790	Income Tax Provisions																							
a b	ADHS Income Tax Provision Non ADHS Income Tax Provision	1,612,763	(286,566)	8,554	97,340	(59,335)) - -	1,453,168	323,973	(3,590,964)	48,292	3,829		435,633	(34,207)	(201,147)	(1,201,490)	62,957	:	48,337	:	(1,278,863)	236,665	(1,278,863) 236,665
799	Subtotal Income Tax Provision	1,612,763	(286,566)	8,554	97,340	(59,335)) -	1,453,168	323,973	(3,590,964)	48,292	3,829		435,633	(34,207)	(201,147)	(1,201,490)	62,957		48,337		(1,278,863)	236,665	(1,042,198)
800	TOTAL EXPENSES	21,410,993	12,634,415	1,981,783	1,703,160	2,101,302		59,740,293	893,518	24,691,465	159,538	73,690		22,341,326	241,421	857,153	7,181,134	1,312,015	9,000	431,912		157,764,120	236,665	158,000,785
801	INC/(DEC) IN NET ASSETS/EQUITY	2,230,076	(396,255)) 11,829	134,599	(82,047)) -	2,009,395	447,979	(4,965,470)	66,777	5,296		602,379	(47,299)	(278,140)	(1,661,381)	87,056		66,838		(1,768,371)	327,253	(1,441,118)

September 30, 2008

	TXIX CHILD	TXIX CMDP TX	IX DD CHII D	NTXIX/XXI CHILD 1	TXXI CHILD HB:	2003 CHII D	TVIV CMI TVI	OD ADULT NT	VIV/VVI eMI L	JIEA II OMI T	/VIADIIIT CO	PDI TMC T	VIV CMUEA U		MENTAL SI HEALTH	UBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN/MGMT/ GEN	TOTAL
DISCLOSURE OF OTHER ADHS REVENUE	TAIA CHILD	TAIA CINIDE TA	A DD CHILD	CHILD	IXXI CHILD HB	2003 CHILD	IAIA SMII IAIA	OD ADOLT N	AIA/AAI SWII	TIFA II SWII 17	KATADULI S	SDI-TIMC 17	AIX GMITSA TI	IFA II GMIT	REALIN	ABUSE	INTERVENTION	FAORR	ADH3 DOC	OTHER	SOB TOTAL	GEN	0 0
Total Other - Other Column																					0 0		0
DISCLOSURE OF OTHER GRANTS REPORTED ON LINE 402 Itemization of Items Reported on Line 402																					C		0
Total Other Grants	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1	0 0		0 0
DISCLOSURE OF OTHER REVENUE REPORTED ON LINE 406 Itemization of Items Reported on Line 406																					C		0
Total Other Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-	0 0		0 0
UNRELATED BUSINESS ACTIVITIES REPORTED ON LINE 407 Itemization of Items Reported on Line 407																					C		0
Total Unrelated Business Activities	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0 0		0 0
DISCLOSURE OF ALL OTHER BEHAVIORAL HEALTH SERVICES ON LINE 511 LARK Expenses PASRR Expenses															0			9,000			9,000		0 9,000
Total All Other Behavioral Health Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	9,000	0	-	0 9,000		0 9,000
DISCLOSURE OF SERVICES EXPENSES FROM NON ADHS SOURCES ON LINE 520 Itemization of Items Reported on Line 520																					C		0
Total Service Expenses Non-ADHS Sources	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0 0		0 0
DISCLOSURE OF ALL OTHER OPERATING ON LINE 607 Telephone Training Supplies Repairs & Maint Postage Office Moving Expense Promotional Licenses & Reg Fees Ins & Bank Charges Interest Exp. LOC Fees - Deutsche Premium/Discourt Amort/Accretion Perf Sanction Accrual Other Exp (sum) SBU Allocation Corp Alloc (sum)	11,700 4,418 6,437 1,994 2,070 101 7,713 1,316 16,666 1,733 8,717 9,922 1,633 19,539 434,668	7,680 2,900 4,225 1,309 1,359 66 5,063 864 10,940 1,138 5,722 6,515 1,071 12,826 285,328	1,172 442 644 200 207 10 772 132 1,669 174 873 994 163 1,956 43,522	972 367 534 166 172 8 640 109 1,384 144 724 824 135 1,622 36,093	1,285 485 707 219 227 11 847 145 1,830 190 957 1,090 179 2,145 47,724		34,571 13,054 19,019 5,891 6,115 298 22,789 3,890 49,242 5,121 25,757 29,326 4,820 5,733 1,284,316	322 121 177 55 57 3 212 36 458 48 240 273 45 537 11,953	17,111 6,461 9,414 2,916 3,027 147 11,220 1,925 24,373 2,535 12,749 14,515 2,386 28,575 635,687	64 24 35 11 11 11 42 7 91 9 47 54 9 106 2,366	41 16 23 7 7 0 27 5 5 9 6 31 35 6 6 9 1,534		12,996 4,908 7,150 2,215 2,299 112 8,567 1,462 18,512 1,925 9,683 11,025 1,812 21,704 482,821	165 62 91 28 29 1 108 19 234 24 123 140 23 275 6,114	640 242 352 109 113 6 422 72 912 95 477 543 89 1,069 23,787	5,072 1,915 2,790 864 897 44 3,343 571 7,224 751 3,779 4,302 707 8,469 188,411	756 285 416 129 134 7 498 85 1,076 112 563 641 105 1,262 28,074		232 88 128 40 41 2 153 26 331 34 173 32 38 8,621		0 94,7778 0 35,785 0 52,141 0 16,156 0 16,766 0 10,664 0 135,000 0 14,040 70,613 0 80,400 0 13,216 0 152,276 0 158,277		0 94,778 0 35,789 0 52,141 0 16,150 0 16,766 0 817 0 62,478 0 135,000 0 14,040 0 70,613 0 90,400 1 158,277 0 158,277
Total All Other Operating	528,629	347,007	52,930	43,895	58,040	0	1,561,943	14,537	773,101	2,877	1,865	0	587,190	7,436	28,929	229,139	34,143	0	10,485		0 4,282,147		0 4,282,147
DISCLOSURE OF ENCOUNTER WITHHOLD EXPENSES ON LINE 650 Itemization of Items Reported on Line 650 Encounter Withhold Accrual - Medical Encounter Withhold Accrual - Admin	424,888 34,450	209,426 16,980	34,116 2,766	0	34,554 2,802	0	1,060,468 85,984	34,915 2,831	0	5,548 450	1,498 121	0	392,624 31,834	3,322 269	0	0	0	0	0		0 2,201,359 0 178,489		0 2,201,359 0 178,489 0
Total Encounter Withhold Expenses	459,338	226,406	36,882	0	37,356	0	1,146,452	37,746	0	5,998	1,619	0	424,459	3,591	0	0	0	0	0		0 2,379,847		0 2,379,847
DISCLOSURE OF NON ADHS AND/OR UNRELATED ADMINISTRATIVE EXPENSES ON LINE 651 Itemization of Items Reported on Line 651																					c		0
Total Non ADHS and/or Unrelated Adm Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-	0 0		0 0
DISCLOSURE OF UNRELATED BUSINESS EXPENSES LINE 701																							
Itemization of Items Reported on Line 701 Total Unrelated Business Expenses		^					0	^	•			^		^	•	0	^				0		0 0
Total Officialed Dusiness Expenses	U	U	U	U	U	U	U	U	U	U	U	U	U	U	U	U	0	0	0		· (0 0

PROGRAM

MAGELLAN STATEMENT OF ACTIVITIES YEAR TO DATE AS OF: Schedule A Disclosure

September 30, 2008

PROGRAM

NTXIX/XXI

MENTAL SUBSTANCE PREVENTION

TXIX CHILD TXIX CMDP TXIX DC CHILD TXIX CHILD HB2003 CHILD TXIX SMI TXIX DD ADULT NTXIX/XXI SMI HIFA II SMI TXXI ADULT SSDI-TMC TXIX GMHSA HIFA II GMH HEALTH ABUSE INTERVENTION PASR ADHS DOC OTHER SUB TOTAL

GEN TOTAL

ADJUSTMENTS

(Disclose and describe any adjustments to previously submitted financial statements including those that affect the current financial statements)

Analysis:

MAGELLAN STATEMENT OF CASH FLOWS YEAR TO DATE FOR PERIOD ENDED:

September 30, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in Net Assets	(1,441,118)
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to	
Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	1,051,530
Changes in Operating Assets and Liabilities	
(Increases)/Decreases in Assets:	
Current Investments	(52,955,114)
Receivables	(13,633,900)
Inventory & Prepaid Expenses	15,402
Interest Receivable	(28,830)
Deposits	1,250
Other Assets	228,834
Increases/(Decreases) in Liabilities:	
IBNR	3,451,906
RBUC	(2,260,247)
Accounts Payable to ADHS	5,858,916
Accounts Payable to Providers	(100,612)
Interest Payable	· · · · ·
Trade Accounts Payable	(524,526)
Accrued Salaries & Benefits	-
Other Liabilities	1,403,609
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(58,932,900)
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from Sale of Property & Equipment	-
Purchases of Property & Equipment	499,312
Proceeds from Sales of Investments	-
Purchase of Investments	-
NET CASH PROVIDED (LISED) BY INVESTING ACTIVITIES	400 212
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	499,312
CASH FLOWS FROM FINANCING ACTIVITIES:	
Acquisition of Debt (Describe on Schedule A)	-
Payment of Lease Obligations	-
Payment of Other Debts (Describe on Schedule A)	-
Additional Paid-In Capital from Parent Company	-
Common Stock	-
NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	
	-
NET INCREASE/(DECREASE) IN CASH	(58.433.588)
NET INCREASE/(DECREASE) IN CASH BEGINNING CASH	(58,433,588) 77,407,800
	(58,433,588) 77,407,800 18,974,212

*NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET

MAGELLAN STATEMENT OF CASH FLOWS YEAR TO DATE FOR PERIOD ENDED: September 30, 2008 Schedule A Disclosure

Describe:
Sources and amounts of cash received for other grants.
Underlying transactions for acquisition of debt.
(Debtor, amount, purpose of loan, term, interest rate of debt acquired during the quarter.)
Underlying transactions for retirement of debt. (Debtor, amount paid off.)
(Debtor, amount paid on.)
4. Cash Flows From Financing Activities - Payment of Other Debt
- -
5. Supplemental data or non-cash investing and financing activities, gifts, etc.